

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY UTILITIES COMPANY	)	
FOR AN ORDER AUTHORIZING THE ISSUANCE	)	CASE NO.
OF SECURITIES AND ASSUMPTION OF OBLIGATIONS	)	2012-00232

COMMISSION STAFF'S INITIAL REQUEST FOR INFORMATION TO  
KENTUCKY UTILITIES COMPANY

Kentucky Utilities Company ("KU"), pursuant to 807 KAR 5:001, is to file with the Commission the original and eight copies of the following information, with a copy to all parties of record. The information requested herein is due within 10 days of the date of this request. Responses to requests for information shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

KU shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which

KU fails or refuses to furnish all or part of the requested information, it shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request.

1. Refer to KU's application, page 3, paragraph 7. Describe KU's options for First Mortgage Bond prices, maturity dates, and fixed and variable interest rates under current market conditions.

2. Refer to KU's application, pages 5 and 6, paragraph 14, and Exhibit 3. Describe any communication between KU and current lenders regarding increasing the limit under the existing Revolving Line of Credit, and the likelihood that KU will have to incur the additional credit facility cost shown on page 2 of Exhibit 3.

3. Refer to KU's application, Exhibit 2.

a. Provide any changes to projected expenditures due to KU's and Louisville Gas and Electric Company's recent decision not to purchase the gas-fired generating facility of Bluegrass Generation Company, LLC.

b. Explain whether KU has an estimated timetable for future financing related to the projected construction expenditures.

4. Explain whether proceeds of the First Mortgage Bond debt or the increase in the Revolving Line of Credit will be used to retire short-term debt. The explanation

should specifically address whether KU has considered rolling short-term debt into lower interest fixed or variable rate mortgage bonds considering the relatively low interest rates currently available for long-term financing.

5. Explain, in detail, KU's procedures for monitoring its variable rate debt and determining when and how much of that debt should be converted to a fixed rate. Provide any written procedures that address the use, monitoring and conversion of variable rate debt.



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Jeff Dereuen  
Executive Director  
Public Service Commission  
P.O. Box 615  
Frankfort, KY 40602

DATED JUN 28 2012

cc: Parties of Record

Honorable J. Wade Hendricks  
Stoll Keenon Ogden, PLLC  
2000 PNC Plaza  
500 W Jefferson Street  
Louisville, KENTUCKY 40202-2828

Honorable Allyson K Sturgeon  
Senior Corporate Attorney  
LG&E and KU Energy LLC  
220 West Main Street  
Louisville, KENTUCKY 40202